

ND RETIREMENT AND INVESTMENT OFFICE
A Division of ND Retirement and Investment Office
Balance Sheet
As of 8/31/2007

10/5/2007

	As of <u>8-31-07</u>	As of <u>6-30-07</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,764,779,287	\$ 1,845,998,567
INTERNATIONAL EQUITIES	896,081,445	944,760,297
DOMESTIC FIXED INCOME	2,113,748,984	1,973,499,969
INTERNATIONAL FIXED INCOME	184,267,513	179,265,016
REAL ESTATE	419,871,874	417,638,876
ALTERNATIVE INVESTMENTS	164,402,199	173,508,671
INVESTED CASH (NOTE 1)	<u>97,512,503</u>	<u>84,933,966</u>
 TOTAL INVESTMENTS	 5,640,663,805	 5,619,605,362
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	22,054,390	23,668,338
CONTRIBUTIONS RECEIVABLE	75,849	8,058,323
MISCELLANEOUS RECEIVABLE	<u>3,300</u>	<u>7,075</u>
 TOTAL RECEIVABLES	 22,133,539	 31,733,736
 OTHER ASSETS		
OPERATING CASH	9,383,795	10,032,855
FIXED ASSETS (NET OF ACCUM DEPR)	<u>789,382</u>	<u>789,382</u>
 TOTAL ASSETS	 <u><u>\$ 5,672,970,521</u></u>	 <u><u>\$ 5,662,161,335</u></u>
 LIABILITIES:		
ACCOUNTS PAYABLE	43,574	75,649
ACCRUED EXPENSES	427,448	519,832
CAPITAL LEASE PAYABLE	1,210	1,210
INVESTMENT EXPENSES PAYABLE	<u>7,712,737</u>	<u>7,719,499</u>
 TOTAL LIABILITIES	 8,184,969	 8,316,190
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	5,653,845,145	4,924,031,121
CASH IN DURING YEAR (NOTE 3)	154,235,902	295,030,109
CASH OUT DURING YEAR (NOTE 4)	61,922,356	358,929,903
NET INCREASE (DECREASE)	<u>(81,373,139)</u>	<u>793,713,818</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>5,664,785,552</u>	 <u>5,653,845,145</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u><u>\$ 5,672,970,521</u></u>	 <u><u>\$ 5,662,161,335</u></u>

ND RETIREMENT AND INVESTMENT OFFICE
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 8/31/2007

10/5/2007

	Month Ended <u>8-31-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 13,429,908	\$ 26,582,450
SECURITIES LENDING INCOME	<u>2,810,681</u>	<u>5,524,050</u>
	16,240,589	32,106,500
GAIN ON SALE OF INVESTMENTS	68,557,551	112,165,413
LOSS ON SALE OF INVESTMENTS	<u>47,365,827</u>	<u>84,337,280</u>
NET GAINS (LOSSES) INVESTMENTS	21,191,724	27,828,133
INVESTMENT EXPENSES	3,522,107	5,918,413
SECURITIES LENDING EXPENSES	<u>2,707,253</u>	<u>5,275,828</u>
NET INVESTMENT INCOME	31,202,953	48,740,392
NET APPREC (DEPREC) MARKET VALUE	(44,462,820)	(112,935,002)
MISCELLANEOUS INCOME/(EXPENSE)	<u>7,920</u>	<u>63,904</u>
TOTAL INVESTMENT INCOME	(13,251,947)	(64,130,706)
CONTRIBUTIONS & ASSESSMENTS (NOTE 5)	702,648	844,033
PURCHASED SERVICE CREDIT (NOTE 6)	166,570	211,364
PENALTY & INTEREST (NOTE 7)	<u>17</u>	<u>(430)</u>
TOTAL ADDITIONS	<u>(12,382,712)</u>	<u>(63,075,739)</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 8)	8,790,185	17,568,919
PARTIAL LUMP SUM BENEFITS PAID	23,353	216,149
REFUNDS TO MEMBER (NOTE 9)	<u>163,099</u>	<u>305,425</u>
TOTAL BENEFITS PAID	8,976,637	18,090,493
ADMINISTRATIVE EXPENSES	110,029	206,907
TOTAL DEDUCTIONS	<u>9,086,666</u>	<u>18,297,400</u>
NET INCREASE (DECREASE)	<u><u>\$ (21,469,378)</u></u>	<u><u>\$ (81,373,139)</u></u>

ND RETIREMENT AND INVESTMENT OFFICE

10/5/2007

Notes To Financial Statements

August 31, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 3 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 4 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 CONTRIBUTIONS

Contributions on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution of 15.5 percent that must be remitted monthly.

NOTE 6 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

NOTE 7 PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions.

NOTE 8 BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 9 REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.